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HANS ENERGY COMPANY LIMITED

漢思能源有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 00554)

DISCLOSURE PURSUANT TO RULE 13.19 OF THE LISTING RULES

This announcement is made by Hans Energy Company Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.19 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”).

The Group is required to satisfy certain financial covenants under a bank loan agreement dated 1 January 2023 (the “**Loan Agreement**”). Based on the unaudited consolidated interim results of the Group for the six months ended 30 June 2024, one of the financial covenants under the Loan Agreement cannot be met. The covenant requires the Group to achieve a prescribed net profit margin, and failure to satisfy such financial covenant constitutes an event of default under the Loan Agreement, which would entitle the relevant bank to declare the outstanding principal amount, accrued interests and all other sums payable under the Loan Agreement to be immediately due and payable. As at 30 June 2024, the aggregate outstanding principal amount under the Loan Agreement is approximately HK\$444,483,000, of which non-current liabilities in the amount of approximately HK\$393,974,000 has been classified into current liabilities.

As at the date of this announcement, the directors of the Company are in the late-stages of a negotiation to refinance and replace the current banking facility under the Loan Agreement with the relevant bank, under more favourable terms and borrowing rate. The relevant bank has not made any demand for immediate repayment under the Loan Agreement.

The directors of the Company are confident that the Loan Agreement can be refinanced. In any event, should the relevant bank call for immediate repayment under the Loan Agreement, the directors of the Company believe that adequate alternative sources of finance are available to ensure that there is no threat to the continuing operations of the Group. Notwithstanding the failure to satisfy such financial covenant, the Group has not experienced any difficulties in obtaining financing with its bankers for its working capital.

Shareholders and potential investors of the Company should exercise caution when dealing with the shares of the Company.

By order of the Board
Hans Energy Company Limited
Yang Dong
Chief Executive Officer and Executive Director

Hong Kong, 21 August 2024

As at the date of this announcement, the Board comprises four executive directors, namely Mr. David An (Chairman), Mr. Yang Dong, Mr. Zhang Lei and Mr. Li Wai Keung and two independent non-executive directors, namely Mr. Chan Chun Wai, Tony and Mr. Chung Chak Man, William.